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June 4, 1957

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Dear [REDACTED]

Subsequent to our meeting in your office a short time ago, we have reviewed the progress on this project in detail. We find that we can effect a considerable increase in the rate of progress by the use of additional people in the work group.

During the month of June, we will add one additional person to the staff on this work. Beginning in July, we will add one more person which will then be equivalent to doubling our working group. The addition of these people will permit us to make delivery of our first engineering model in October 1957.

We feel that no additional funds will be required to accomplish this speeded-up program at the present time as we are behind our anticipated schedule in funds used. We would, however, like the privilege of reviewing the total expenditures at the 70% point in this program to determine more accurately the cost changes due to the increase in rate. If additional funds are needed, we feel that they should be negotiated at that time.

In order to minimize the delay between completion of the development program and the beginning of any production on the equipment developed as a result of this program, we would be quite willing to undertake a tooling and component production program simultaneously with the latter part of the development work. Adequate control of the items on which such advance production work should start could be set up between representatives of your office and our engineering group.

We feel that an advance production arrangement might be best worked out (1) as an extension of our present task order, or (2) as a separate task order under our master contract.

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We will be pleased to cooperate with your organization in all possible ways to insure delivery of production units of this equipment before October 1958.

Very truly yours,

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Vice President
In Charge of Engineering

JAD:as

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